Province of Manitoba

The Private Vocational Institutions Act
Training Completion Fund

Financial Statements
For the Year Ended December 31, 2014
(Unaudited)

Manitoba

MINISTER
OF EDUCATION AND ADVANCED LEARNING

Room 168
Legislative Building
Winnipeg, Manitoba, Canada
R3C 0V8

To the Operators and Students of Manitoba's Private Vocational Institutions

Dear Stakeholders:

I am pleased to present the tenth annual report of the Manitoba Training Completion Fund, for the period of January 1 to December 31, 2014.

The Private Vocational Institutions Act, administered by the Private Vocational Institutions Office, aims to provide consumer protection for both students and registered institutions. The Training Completion Fund (the Fund), a means to protect students in the event of an institution's closure, helps to further this goal.

Private vocational institutions remit 1% of all tuition collected into the Fund on behalf of students enrolled with registered programs. Thirty-seven (37) institutions remitted their students' contributions to the Fund in 2014.

If you have questions about this annual report, you are encouraged to contact the Private Vocational Institutions Office at (204) 945-8502.

Sincerely,

James Allum

MINISTRE
DE L'ÉDUCATION ET DE L'ENSEIGNEMENT SUPÉRIEUR

Bureau 168
Palais législatif
Winnipeg (Manitoba) Canada
R3C 0V8

DESTINATAIRES : Intervenants et étudiants des établissements d'enseignement professionnel privés du Manitoba

Mesdames, Messieurs,

Nous avons le plaisir de vous remettre le dixième rapport annuel sur le Fonds d'aide à la formation du Manitoba qui couvre la période du 1er janvier au 31 décembre 2014.

Les établissements d'enseignement professionnel privés remettent au Fonds d'aide à la formation en y versant 1 % de tous les frais de scolarité qu'ils perçoivent. En 2014, trente-sept (37) établissements ont remis au Fond, des contributions provenant des étudiants.

La *Loi sur les établissements d'enseignement professionnel privés*, administrée par le Bureau des établissements d'enseignement professionnel privés, vise à protéger à la fois les étudiants et les établissements agréés. Le Fonds d'aide à la formation, fonds créé pour protéger les étudiants en cas d'une fermeture d'établissement, permet de mieux atteindre cet objectif.

Si vous avez des questions au sujet de ce rapport annuel, veuillez communiquer avec la directrice du Bureau des établissements d'enseignement professionnel privés au 204 945-8502.

Nous vous prions d'agréer, Mesdames, Messieurs, l'expression de nos meilleurs sentiments.

Le ministre,

James Allum

TRAINING COMPLETION FUND

The Private Vocational Institutions Act (Act) received Royal Assent on August 1, 2002. Section 13 of The *Act* established the Training Completion Fund, which is a "pool" of monies to be used to help finance the completion of training contracted by students should an institution unexpectedly cease to do business.

The *Act* came into force on January 1, 2003. Under this legislation, if an institution's registration is cancelled or not renewed, or if the institution becomes insolvent, the Minister may pay out of the Fund an amount to be used to pay for the completion of a student's program or to refund a student's tuition fees in the manner prescribed by regulation. If there are insufficient monies in the Fund to pay for the completion of the program or to refund the tuition, the monies paid out must not exceed the amount of revenue in the Fund. Monies are in this case paid out on a pro rata basis.

The regulations under the *Act* further outline details of the Fund. The Fund is capitalized by registered private vocational institutions which submit payments in the amount of 1% of all tuition collected (private and third-party-pay tuition). Payments are submitted by the final working day of the month immediately following the first day of a class intake. On a weekly basis, institutions are required to submit a list of all students by program intake, including the address and telephone number for each student. This action essentially "registers" a student with the Private Vocational Institutions office in the event that the Fund is accessed during the student's scheduled training period.

Statement of Revenues and Expenditures
(Unaudited)

	2014	2013
Revenue		
• Registrant Contributions	289,945	$309,121
• Bond recall proceeds (net)		$5,000
• Interest Revenue	$14,867	$15,043
Total Revenue	$304,812	$329,164
Expenditures	$0	$41,747
Excess of Revenues over Expenditures	$304,812	$287,417
Fund balance, January 1	$2,336,202	$2,048,785
Fund balance, December 31	$2,641,014	$2,336,202

Balance Sheet
(Unaudited)

	2014	2013
Assets		
• Cash and Cash Equivalents (Note 1)	$2,598,324	$2,302,467
• Contributions Receivable (Note 2)	$42,690	$33,735
Total assets	$2,641,014	2,336,202
Fund balance (restricted) (Note 3)	$2,641,014	2,336,202

Province of Manitoba

The Private Vocational Institutions Act
Training Completion Fund

Notes to Financial Statements

Section 13 of *The Private Vocational Institutions Act* and sections 25 to 27(7) of Manitoba Regulation 237/02 regulate the establishment and operation of the Training Completion Fund. The purpose of the Fund is to provide protection to students so that they are able to complete their training at another institution or receive a refund in the event their institution closes. All private vocational institutions (registrants) submit payment in the amount of one percent of all tuition collected (private and third party tuition) to the Private Vocational Institutions office by the final working day of the month immediately following a student intake.

On a weekly basis, institutions are required to submit a list of all students by program intake, including the address and telephone number for each student, to the Registrar. Institutions are also required to submit to the Registrar a list of all student names, addresses, telephone numbers, and third party funders for those students who have withdrawn from their course of studies. The Training Completion Fund Monthly Remittance Form is completed by the institution and submitted with a cheque made payable to the Minister of Finance. Forty-seven institutions were actively registered in 2014. Of these, several closed and several others focused solely on contract training; that is, training that is not regulated under the Act or subject to Training Completion Fund requirements. As a result, thirty-seven institutions contributed to the Fund in 2014.

Note 1:
Cash equivalents included in cash are recorded at cost. Market values approximate cost. Cash equivalents are all highly liquid securities with a maturity of three months or less when purchased.

Note 2:
Contributions receivable relate to outstanding payments from private vocational institutions at each year end.

Note 3:
Per subsection 13 (3) of *The Private Vocational Institutions Act*, the Fund may only be used to:

a) Make payments to another institution for the completion of a student's program of instruction or refund tuition fees to a student when a registered institution becomes insolvent,

b) Make payments to another institution for the completion of a student's program of instruction or refund tuition fees to a student when a registered institution's registration is cancelled or is not renewed,

c) Pay for administering and auditing the Fund.